LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **WEDNESDAY**, **JULY 2**, **2008**, upon the application of **BEUSA ENERGY**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone**, **Reservoir B**, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana.

- 1. To create four (4) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir B.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interest within each of the proposed additional units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate.
- 4. To propose that future wells drilled to the Haynesville Zone within or outside of the units proposed herein be located no closer than 330 feet to any unit boundary and no closer than 660 feet to any well completed in, drilling to, or for which a permit has been granted to drill to the Haynesville Zone.
- 5. To expand the provisions of previous Orders issued by the Office of Conservation authorizing downhole combination of production from the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, with respect to previously created units for such formations which are identical to the additional units proposed herein for the Haynesville Zone, Reservoir B, so as to include production from the Haynesville Zone, Reservoir B, in any well in which the interests in the units from which production is to be combined downhole are identical.
- 6. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir B, is defined as the stratigraphic equivalent of that interval encountered between the measured depths of 10,910' and 11,487' in the Chesapeake Operating, Inc.-SRLT 29 No. 1 Well, located in Section 29, Township 16 North, Range 15 West, being also the stratigraphic equivalent of that interval encountered between the measured depths of 11,008' and 11,585' in the Chesapeake Operating, Inc.-Bray 27 No. 1 Well, located in Section 27, Township 15 North, Range 16 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 5/22/08;5/28/08 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.